From:	J. Grynberg <j.grynberg@grynberg.com>
To:	Ehud Barak <ehbarak1@gmail.com>
CC:	Maxim Yefimenko <m.yefimenko@grynberg.com> GrynPetro <grynpetro@grynberg.com> J. Grynberg <j.grynberg@grynberg.com>
Date:	Wed, 11/26/2014 3:30:37 AM
Subject:	RE: Financial Statements for the CH Consortium

Dear Ehud,

The GADECO deal is the sale of assets. A serious investor should come to Denver to timely perform due diligence. This is not enough to ask the questions they are asking right now because it appears that the only way for a serious investor to understand all the issues, all of them at the same time, is to do the due diligence efforts and to come to Denver for that very purpose.

Best regards.

Jack J. Grynberg
President and CEO
Grynberg Petroleum Company
3600 S. Yosemite St., #900
Denver, CO 80237-1830
Tel: 303-850-7490
Mobile: 303-884-5323
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-----Original Message-----
From: Ehud Barak [mailto:ehbarak1@gmail.com]
Sent: Tuesday, November 25, 2014 3:54 PM
To: J. Grynberg
Cc: Maxim Yefimenko; GrynPetro
Subject: Re: Financial Statements for the CH Consortium

Dear Jack
I'll do it your way if you'll insist that's how you want it.
My judgment however is somewhat different. I've tried to argue with them proposing to them to fly to Denver rather than asking so many questions which you (JG or MY) will be able to answer much better than me.
I've failed on this.
Their leader, who is the only one I've met, seems to be smart and seasoned and my feeling is that the answer you've proposed will leave them uneasy for two reasons:
1) they've already got the previous GADECO Ex. Summary which is quite similar in content.
2) they'll raise the following question: "OK, if that's the case, what's the problem? The three(recent years)financial (PL) reports will show both the actual revenues, operational gross margins AND the way the potential profits were invested rather been taken as dividend or so".
I leave it to you of course to make the decision but let me know it so he'll get my answer by Thursday.
Best
Ehud Barak

Sent from my iPhone

> On Nov 25, 2014, at 23:09, J. Grynberg wrote:
>
> Dear Ehud,
>
> Please tell your Chinese buyers that the financial information for the last three (3) years specifically requested by them is meaningless for the following reason: GADECO is a "moving train", we are drilling ninety-four (94) wells in the Bakken and seven (7) in other locations. Please see attached the newest Ex. Summary, re: GADECO, which should give your Chinese buyers all the answers they are looking for. We do spend all the money drilling new wells. If your Chinese buyers do come to Denver, they will learn all about it.
>
> Best regards.
>
> Jack J. Grynberg
> President and CEO
> Grynberg Petroleum Company
> 3600 S. Yosemite St., #900
> Denver, CO 80237-1830
> Tel: 303-850-7490
> Mobile: 303-884-5323
> Fax: 303-850-7498
> Email: grynpetro@grynberg.com
>
> -----Original Message-----
> From: Ehud Barak [mailto:ehbarak1@gmail.com]
> Sent: Tuesday, November 25, 2014 10:47 AM
> To: J. Grynberg
> Cc: Maxim Yefimenko
> Subject: Financial Statements for the CH Consortium
>
> Dear Jack
> Thx for your clarification.
> Re the Buyer,
> following a request yesterday from the Chinese leader of the Consortium to provide him with financial info before his meeting this week with his partners I've sent him the attached FinStatement sent to me by Maxim.
> Within few hours he emailed back and asked whether he can get profit and loss accounts of the last three years before making their final decision re asking for Introduction.
> It seems they're studying it seriously (yet cautiously).
> Please let me know your response to this.
> Best
> Ehud Barak
>
>
>
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